



State of Utah

School and Institutional
TRUST LANDS ADMINISTRATION

S/027/089

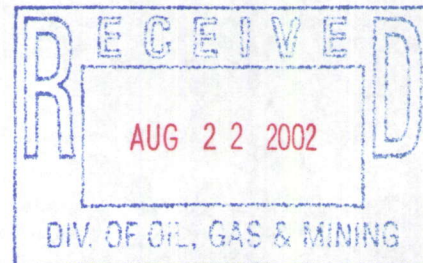
Michael O. Leavitt
Governor

Stephen G. Boyden
Director

675 East 500 South, Suite 500
Salt Lake City, Utah 84102-2818
801-538-5100
801-355-0922 (Fax)
<http://www.trustlands.com>

August 19, 2002

Joseph Levay, Geologist
World Minerals, Inc.
P.O. Box 287
1501 6th Street
LaGrande, OR 97850



RE: Drill Hole Exploration Notice
ML 41981-VM, Section 2 T24S R9W SLB&M, Millard County, Utah
World Minerals, Inc. (541) 963-3987

Dear Mr. Levay:

The Trust Lands Administration approves your proposal of August 14, 2002, to drill ten shallow exploration holes in the West half of Section 2 using a trailer mounted drill-rig. I understand that no access roads or trails will be constructed and that at the conclusion of drilling the drill-holes will be plugged with cuttings and cement and that the sites will be reseeded.

The Trust Lands Administration requires that all drilling fluids and cuttings be contained on-site using tanks or mud-pits. Please ensure that there is no run off of contaminants away from the drill-holes. Mud pits must be filled, dried, covered with topsoil and reseeded to complete their reclamation. The drill-holes must be plugged in accordance with Utah Division of Oil, Gas & Mining standards and you must maintain your current exploration permit E/027/013 or mining permit S/027/097 in active status with the Division of Oil, Gas & Mining during the course of operations.

Please contact me if you have any questions.

Sincerely,

John T. Blake
Mineral Resources Specialist

cc: Tom Munson